

Program Support Center
Financial Management Portfolio
Cost Allocation Services

7700 Wisconsin Avenue, Suite 2301 Bethesda, MD 20814

PHONE: (301) 492-4855 FAX: (301) 492-5081

EMAIL: CAS-Bethesda@psc.hhs.gov

May 22, 2019

Herb Kuhn President and CEO Missouri Hospital Association 4712 Country Club Drive Jefferson City, MO 65109

Dear Mr. Kuhn:

A copy of an indirect cost rate agreement is being sent to you for signature. This agreement reflects an understanding reached between your organization and a member of my staff concerning the rate(s) that may be used to support your claim for indirect costs on grants and contracts with the Federal Government.

Please have the agreement signed by an authorized representative of your organization and return to me by email, retaining the copy for your files. Our email address is <u>CAS-Bethesda@psc.hhs.gov</u>. We will reproduce and distribute the agreement to the appropriate awarding organizations of the Federal Government for their use.

An indirect cost proposal, together with the supporting information, is required to substantiate your claim for indirect costs under grants and contracts awarded by the Federal Government. Thus, your next proposal based on actual costs for the fiscal year ending 12/31/2018 is due in our office by 06/30/2019. Please submit your next proposal electronically via email to <u>CAS-Bethesda@psc.hhs.gov</u>.

Sincerely,

Darryl W. Maves -S

Digitally signed by Darryl W. Mayes -5 DN: c=U.S., o=U.S., Government, ou=HHS, ou=PSC, ou-People, 0.9 2342.19200300,100.1 1=20001316 69, cn=Darryl W. Mayes -5 Date: 2019-05 30 0815-57 -04'00'

Darryl W. Mayes, Deputy Director Cost Allocation Services

**Enclosure** 

PLEASE SIGN AND RETURN THE NEGOTIATION AGREEMENT BY EMAIL

## NONPROFIT RATE AGREEMENT

EIN:

DATE:05/22/2019

ORGANIZATION:

Missouri Hospital Association 4712 Country Club Drive

Jefferson City, MO 65109

The rates approved in this agreement are for use on grants, contracts and other agreements with the Federal Government, subject to the conditions in Section III.

SECTION I: INDIRECT COST RATES

RATE TYPES:

FIXED

FINAL

PROV. (PROVISIONAL)

PRED. (PREDETERMINED)

EFFECTIVE PERIOD

TYPE

FROM

TO

RATE(%) LOCATION

APPLICABLE TO

PROV.

01/01/2017 12/31/2019

42.20 On site

All Programs

## \*BASE

Total direct costs excluding capital expenditures (building, individual items of equipment; alterations and renovations), and that portion of each subaward in excess of \$25,000.

ORGANIZATION: Missouri Hospital Association

AGREEMENT DATE: 5/22/2019

SECTION I: FRINGE BENEFIT RATES\*\*

 TYPE
 FROM
 TO
 RATE(%) LOCATION
 APPLICABLE TO

 PROV.
 1/1/2017
 12/31/2019
 51.17 All
 All Employees

\*\* DESCRIPTION OF FRINGE BENEFITS RATE BASE:

Salaries and wages.

ORGANIZATION: Missouri Hospital Association

AGREEMENT DATE: 5/22/2019

# SECTION II: SPECIAL REMARKS

# TREATMENT OF FRINGE BENEFITS:

The fringe benefits are charged using the rate(s) listed in the Fringe Benefits Section of this Agreement. The fringe benefits included in the rate(s) are listed below.

# TREATMENT OF PAID ABSENCES

The costs of vacation, holiday, sick leave pay and other paid absences are included in the organization's indirect cost rate and are not included in the direct cost of salaries and wages. Claims for direct salaries and wages must exclude those amounts paid or accrued to employees for periods when they are on vacation, holiday, sick leave or are otherwise absent from work.

Equipment Definition -

Equipment means article of nonexpendable, tangible personal property having a useful life of more than 1 year and an acquisition cost of \$500 or more per unit.

Fringe Benefits Social Security
Pension
Insurance Cost (Health, Dental, Life)
Long Term Disability
Long Term Care
Unemployment Compensation
Workers' Compensation
Service Awards
Release Time

The next indirect cost rate proposal based on actual costs for the fiscal year ending 12/31/2018 is due by 06/30/2019.

ORGANIZATION: Missouri Hospital Association

AGREEMENT DATE: 5/22/2019

## SECTION III: GENERAL

#### A. LIMITATIONS:

The rates in this Agreement are subject to any statutory or administrative limitations and apply to a given grant, contract or other agreement only to the extent that funds are available. Acceptance of the rates is subject to the following conditions: (1) Only costs incurred by the organization were included in its indirect cost pool as finally accepted: such costs are legal obligations of the organization and are allowable under the governing cost principles; (2) The same costs that have been treated as indirect costs are not claimed as direct costs; (3) Similar types of costs have been accorded consistent accounting treatment; and (4) The information provided by the organization which was used to establish the rates is not later found to be materially incomplete or inaccurate by the Federal Government. In such situations the rate(s) would be subject to renegotiation at the discretion of the Federal Government.

### B. ACCOUNTING CHANGES:

This Agreement is based on the accounting system purported by the organization to be in effect during the Agreement period. Changes to the method of accounting for costs which affect the amount of reimbursement resulting from the use of this Agreement require prior approval of the authorized representative of the cognizant agency. Such changes include, but are not limited to, changes in the charging of a particular type of cost from indirect to direct. Failure to obtain approval may result in cost disallowances.

#### C. FIXED RATES:

If a fixed rate is in this Agreement, it is based on an estimate of the costs for the period covered by the rate. When the actual costs for this period are determined, an adjustment will be made to a rate of a future year(s) to compensate for the difference between the costs used to establish the fixed rate and actual costs.

#### D. USE BY OTHER PEDERAL AGENCIES:

The rates in this Agreement were approved in accordance with the authority in Title 2 of the Code of Federal Regulations, Part 200 (2 CFR 200), and should be applied to grants, contracts and other agreements covered by 2 CFR 200, subject to any limitations in A above. The organization may provide copies of the Agreement to other Federal Agencies to give them early notification of the Agreement.

### E. OTHER:

If any Federal contract, grant or other agreement is reimbursing indirect costs by a means other than the approved rate(s) in this Agreement, the organization should (1) credit such costs to the affected programs, and (2) apply the approved rate(s) to the appropriate base to identify the proper amount of indirect costs allocable to these programs.

BY THE INSTITUTION:	ON BEHALF OF THE FEDERAL GOVERNMENT:			
Missouri Hospital Association		DEPARTMENT OF HEALTH AND HUMAN SERVICES		
(INSTITUTION) HEYB B KUMM HEYB (Jun 4, 2019)		Darryl W. Mayes -S	Digitally signed by Darryk W. Mayes - S DM: c=US, c=US. Government, ou=HH5, ou=PSC, ou=Psc, in=Psc, ou=Psc, ou	
(SIGNATURE)		(SIGNATURE)		
Herb B. Kuhn	for	Arif Karim		
(NAME)		(NAME)		
President and CEO		Director, Cost Allocat	ion Services	
(TITLE)		(TITLE)		
06/042019		5/22/2019		
(DATE)		(DATE) 7847		
		HHS REPRESENTATIVE:	Olulola Oluborode	
		Telephone:	(214) 767-3261	